

## Instructions to member

You may be eligible to purchase up to ten years of creditable service for your nonpublic school service. If you are interested in purchasing this credit, please:

- 1) **Complete** Parts 1 through 3, below. Be sure to obtain your *Social Security Statement* from the Social Security Administration; this statement documents the number of "quarters" you have earned toward a Social Security benefit.
- 2) **Contact** the payroll or business office of your prior nonpublic school district, and ask a representative to complete Part 4 and return the form to you.
- 3) **Send** your completed form—along with a copy of your Social Security Statement—to our main or Springfield office.

If you have any questions, please contact a Member Services representative in our main or Springfield office.

M T R S   U S E   O N L Y

MS

## Member information

1

Social Security number. . . . . MTRS Member number, if known \_\_\_\_\_

Name. . . . . First \_\_\_\_\_ MI \_\_\_\_\_ Last \_\_\_\_\_

Former/maiden name . . . . . Not applicable

Home address . . . . . \_\_\_\_\_

City \_\_\_\_\_ State \_\_\_\_\_ ZIP \_\_\_\_\_

Home phone . . . . . ( ) \_\_\_\_\_ E-mail \_\_\_\_\_

MTRS membership status . . . . As of \_\_\_\_\_ (date of application):      Active      Inactive

## Your nonpublic school service

2

Name of nonpublic school. . . . .

Nonpublic school's address . . . . .

City \_\_\_\_\_ State \_\_\_\_\_ ZIP \_\_\_\_\_

Phone . . . . . ( ) \_\_\_\_\_ Fax ( ) \_\_\_\_\_

Website address (URL) . . . . . E-mail \_\_\_\_\_

Period of your service. . . . . From \_\_\_\_\_ To \_\_\_\_\_

What was your position title at that time (e.g., teacher)? . . . . .

During your employment, did you pay into a retirement plan (other than Social Security)? . . . . Yes      No      Have you received, or will you be eligible to receive, a retirement benefit based on this service? . . . . Yes      No

**MANDATORY** . . . . . ☐ I have attached a copy of my recent *Social Security Statement*.

## Your statement and signature

3

Please confirm my eligibility to purchase my nonpublic school service. I understand that if I wish to purchase this service, I will have to pay the total amount due: while I am either an active member of the MTRS or an inactive member on an authorized leave of absence; and, by my date of retirement from the MTRS. I hereby certify under the penalties of perjury that the information I have provided here is true and accurate.

Signature

Date

If you anticipate retiring within the next six months, please indicate the approximate date:

**SEE NEXT PAGE FOR PART 4, WHICH MUST BE COMPLETED! → →**

Name of applicant: \_\_\_\_\_

Social Security number: \_\_\_\_\_

#### 4 Service and salary verification (to be completed by payroll officer)

**Instructions to the payroll officer of the nonpublic school district:** The member of the Massachusetts Teachers' Retirement System named on page 1 of this application form has applied to purchase credit for his or her service rendered in your nonpublic school. At this time, the member and the MTRS respectfully request that you please:

- 1) **Verify** that the applicant was employed in your nonpublic school during the period as indicated on page 1 of this form.
- 2) **Report** the applicant's employment details as requested below.

If you have any questions, please feel free to contact an MTRS Member Services representative in our main or Springfield office. After you have completed this section, please return the form to the applicant for forwarding to us. Thank you for your assistance!

a) Was the applicant's service rendered on either a substitute or a temporary basis? . . . . . ☐ Yes ☐ No

b) Did the position require certification by a Department of Education? . . . . . ☐ Yes ☐ No

c) Was the applicant eligible to participate in a retirement plan, including Social Security or other similar plan? . ☐ Yes ☐ No

If "yes," please identify the retirement plan other than Social Security . . . . .

d) Please report the applicant's service with your school. Please:

- List each school year separately (for example, 1969–70 on one line, 1970–71 on another).
- For Employment status, indicate percentage of full-time employment (% FT). For example, indicate full-time as "100%," half-time, as "50%."
- List compensation actually paid for the service rendered and report any retirement payments made by the employee and/or by the employer on his or her behalf. If additional space is needed, please make a photocopy of this sheet.

School year	Number of months in school year			Period of employment		Position title	Employment status % FT	Actual salary paid	Amount of retirement benefits paid (if any)			
				From mm/dd/yyyy	To mm/dd/yyyy				By employee Social Security	Other	By employer Social security	Other
				/ /	/ /		%	\$	\$	\$	\$	\$
				/ /	/ /		%	\$	\$	\$	\$	\$
				/ /	/ /		%	\$	\$	\$	\$	\$
				/ /	/ /		%	\$	\$	\$	\$	\$
				/ /	/ /		%	\$	\$	\$	\$	\$

I certify that the information I have provided above is true and accurate.

Signature . . . . . Date

Name (please print) . . . . .

Title. . . . .

Name of nonpublic school . . . . .

Address . . . . .

Phone . . . . . Fax

Website address (URL) . . . . . E-mail



## INTEREST INCREASE ALERT

Pursuant to pension reform legislation effective April 2, 2012, the rate of interest charged on this type of service purchase **INCREASES** from "buyback" interest (currently, 4.125%) to "actuarial" interest (currently, 8.25%) **if you do not submit your completed service purchase application BEFORE APRIL 2, 2013.**

Note: If you are a former member of a Massachusetts contributory retirement system who has re-entered membership after April 2, 2012, you will be charged buyback interest if your service purchase application is received within one year of your date of re-entry to service.

For details, and examples of buyback and actuarial interest charges, please see our website at [mass.gov/mtrs](http://mass.gov/mtrs).

### Re: **Purchasing creditable service for nonpublic teaching service (regular)— Instructions and application form**

Dear Member,

Thank you for expressing your interest in purchasing credit for your prior service. If you were employed as a teacher or administrator in a nonpublic, private school (generally, and most often, a parochial school), you may be eligible to purchase credit for your service. To determine whether you may be eligible to purchase this type of service, please answer these questions:

- 1) **Were you engaged in teaching pupils or an administrator in a nonpublic, private school prior to 1973?** ..... ☐ Yes ☐ No  
If "yes," please go to Question 2. If "no," your service is not eligible for purchase.
- 2) **Was the school in the United States (in Massachusetts or another state)?** ..... ☐ Yes ☐ No  
If "yes," please go to Question 3. If "no," your service is not eligible for purchase. Service rendered in another country is not eligible for purchase.
- 3) **During your employment with this nonpublic school, did you pay into a retirement plan (other than Social Security)?** ..... ☐ Yes ☐ No  
If "no," you may be eligible to purchase credit for your nonpublic school service. If "yes," please go to Question 4.
- 4) **Have you received, or will you be eligible to receive, either a retirement allowance/pension OR a Social Security pension on account of your accumulated service in your nonpublic school employment?** ..... ☐ Yes ☐ No  
If "no," you may be eligible to purchase credit for your nonpublic school service. If "yes," your service is not eligible for purchase. If you are entitled to receive a retirement allowance or other similar payment from the nonpublic school system, the federal government or any other source, you are not eligible to purchase this service with the MTRS.

If you have passed the quiz, please review the information inside. If you wish to apply to purchase this creditable service, it is best if you complete and return your application at least six months before your date of retirement. Service cannot be purchased after the effective date of your retirement.

If you have any questions, please contact a Member Services representative in our main office, at 617-679-MTRS, or our Springfield office, at 413-784-1711. We look forward to helping you through the service purchase process!

Sincerely,

**JOAN SCHLOSS**, *Executive Director*

**Are there any other requirements or restrictions I should know about?**

Yes—you may purchase a maximum of ten years of credit for your nonpublic school service, in Massachusetts or out-of-state, subject to the following restrictions:

- The amount of your nonpublic service purchase cannot exceed the amount of your creditable Massachusetts teaching service at the time of your retirement.
- You cannot purchase more than a total of ten years of creditable service for all of your out-of-state and Department of Defense teaching service combined.
- At the time of your retirement, you must have a matching year of Massachusetts membership as a teacher in the MTRS, Massachusetts State Retirement System or Boston Retirement System for each year of nonpublic teaching service and out-of-state teaching service you wish to purchase, and you cannot count the same Massachusetts service toward both types of purchases. For example, if you wish to purchase three years of Department of Defense dependent school service, three years of out-of-state teaching service, and four years of Massachusetts nonpublic teaching service, you must have at least ten years of Massachusetts membership service as a teacher in the MTRS, Massachusetts State Retirement System or Boston Retirement System at the time of your retirement.
- At the time of your retirement, we will require that you obtain an updated *Social Security Statement* from the Social Security Administration to prove that you remain ineligible for Social Security benefits.

**How can I determine if it makes financial sense for me to purchase all—or just a portion—of my nonpublic school time?**

Depending on how much creditable service you will have at the time of retirement, purchasing your nonpublic school service credit may or may not make financial sense for you. Please be aware that a retirement allowance can be no higher than 80 percent of your allowable final salary average, and a service

purchase, once made, cannot be refunded. So, before you decide to purchase this service, or decide how much to purchase, please consider whether you expect to be at or near the 80 percent maximum at the time of your retirement *without* this purchase.

**I wish to apply for credit for my nonpublic school service.****What do I need to do now?**

The process is simple. You need to:

- 1) **Complete** the front of the application form (next page).
- 2) **Obtain** a copy of your *Social Security Statement* from the Social Security Administration, if you don't already have one. This is a document issued by the Social Security Administration that documents how many "quarters" you have accumulated toward a Social Security benefit. (As you probably know, the Social Security Administration has been mailing these statements to most Americans on a regular basis.) You may request your form from Social Security (phone 1-800-772-1213; online [www.ssa.gov](http://www.ssa.gov)).
- 3) **Contact** the payroll or business office of your prior nonpublic school district and explain that, for purposes of potentially purchasing your nonpublic service credit, you need documentation of your service, and that you would like to have a representative complete a portion of your application. Ask this person to complete Part 4 and then return the form to you.
- 4) **Make** a copy of your completed application and *Social Security Statement* for your records.
- 5) **Submit** your completed **original** application and *Social Security Statement* to either our main or Springfield office (addresses on form). Please note that your application will not be accepted unless **ALL** sections are complete; if any required sections are not complete, your form will be returned to you for completion.

**What happens after I return my completed application?**

We will review your application, verify your eligibility, determine how much service you may purchase, calculate your cost and send you an invoice. Along with your invoice, you will receive information regarding how you may pay for your purchase.

**How is the cost of my service purchase calculated?**

The cost of purchasing your past service is based on what you would have paid in retirement contributions to the MTRS during the period of your employment with the nonpublic school as if you had been a member of the MTRS, plus interest to date.

**INTEREST INCREASE ALERT:** Depending on your membership history and date of application, you will be charged *either* "buyback" interest (currently, 4.125%) *or* "actuarial" interest (currently, 8.25%). For details on how your interest rate is determined—and whether you may qualify for the limited, time-sensitive opportunity to pay the lower, "buyback" interest rate—please visit our website at [mass.gov/mtrs](http://mass.gov/mtrs).

If your school is unable to provide your salary information for the period in question, then we will multiply the MTRS contribution rate of 5 percent (the rate that was in effect for all

members prior to 1975) by the state's average salary for the year(s) in which you rendered your service (see chart, below).

**Example:** If you taught in a nonpublic school from September 1969 to June 1970, and your actual salary is unavailable, your cost to purchase that year of service would be \$516, plus interest from June 1970 to the date of your purchase.

40% of the 1969 calendar year salary of \$9,900	\$	3,960		
+ 60% of the 1970 calendar year salary of \$10,600	+	6,360		
Assumed salary for 1969–70 school year	\$	10,360		
x Contribution rate of 5%	x	0.05		
Annual contributions to MTRS for period	\$	516		
+ Interest from June 1970 to date of purchase	+	Interest		
Total purchase cost			Total cost	

TABLE OF STATE AVERAGE SALARIES FOR CALCULATING NONPUBLIC SCHOOL SERVICE PURCHASE COST

Year . . . . Salary	Year . . . . Salary	Year . . . . Salary	Year . . . . Salary	Year . . . . Salary	Year . . . . Salary
1950 . . . \$2,700	1954 . . . \$3,500	1958 . . . \$4,400	1962 . . . \$5,500	1966 . . . \$7,500	1970 . . . \$10,600
1951 . . . \$2,900	1955 . . . \$3,700	1959 . . . \$4,600	1963 . . . \$6,000	1967 . . . \$8,500	1971 . . . \$11,300
1952 . . . \$3,100	1956 . . . \$4,000	1960 . . . \$4,800	1964 . . . \$6,500	1968 . . . \$9,200	1972 . . . \$12,000
1953 . . . \$3,300	1957 . . . \$4,200	1961 . . . \$5,000	1965 . . . \$7,000	1969 . . . \$9,900	